

## MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

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### **Background**

This Management Discussion and Analysis (MD&A) of Silver Tiger Metals Inc. (previously Oceanus Resources Corporation) ("Silver Tiger" or "the Company") is dated November 30, 2020 and provides an analysis of the financial operating results for the six month period ended September 30, 2020. This MD&A should be read in conjunction with the interim unaudited condensed consolidated financial statements and accompanying notes for the periods ended September 30, 2020 and September 30, 2019 which have been prepared in accordance with International Financial Reporting Standards ("IFRS") for financial statements. All amounts are in Canadian dollars unless otherwise specified. The financial statements and additional information, including news releases and technical reports referenced herein, are available on the Canadian System for Electronic Document Analysis and Retrieval (SEDAR) at [www.sedar.com](http://www.sedar.com) under the Company's name.

The common shares of Silver Tiger are traded on the TSX Venture Exchange under the symbol **SLVR** and on the OTCQX under the symbol **SLVTF**. Additional information can be found on the Company's website at [www.silvertigermetals.com](http://www.silvertigermetals.com).

### **Forward-Looking Information**

Certain statements in this MD&A are forward-looking statements or information (collectively "forward-looking statements"). The Company (as defined herein) is hereby providing cautionary statements identifying important factors that could cause the actual results to differ materially from those projected in the forward-looking statements. Any statements that express, or involve discussions as to, expectations, beliefs, plans, objectives, assumptions or future events or performance (often, but not always, through the use of words or phrases such as "may", "is expected to", "anticipates", "estimates", "intends", "plans", "projection", "could", "vision", "goals", "objective" and "outlook") are not historical facts, may be forward-looking, and may involve estimates, assumptions and uncertainties which could cause actual results or outcomes to differ materially from those expressed in the forward-looking statements.

By their nature, forward-looking statements involve numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predicted outcomes may not occur or may be delayed. The risks, uncertainties and other factors, many of which are beyond the control of the Company, that could influence actual results include, but are not limited to: limited operating history; exploration, development and operating risks; regulatory risks; substantial capital requirements and liquidity; financing risks and dilution to shareholders; competition; reliance on management and dependence on key personnel; fluctuating mineral and commodity prices and marketability of minerals; title to properties; local residential concerns; no mineral reserves or mineral resources; environmental risks; governmental regulations and processing licenses and permits; management inexperience in developing mines; conflicts of interest of management; uninsurable risks; exposure to potential litigation; no history of paying dividends and no intention of paying dividends in the near future; and other factors beyond the control of the Company.

Further, any forward-looking statement speaks only as of the date on which such statement is made, and, except as required by applicable law, the Company undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made or to reflect the occurrence of unanticipated events. New factors emerge from time to time, and it is not possible for management to predict all such factors and to assess in advance the impact of each such factor on the business of the Company or the extent to which any factor, or combination of factors, may cause actual results to differ materially from those contained in any forward-looking statement. Refer to the section titled "Risks and Uncertainties".

### **Company Overview**

Silver Tiger was incorporated on June 14, 2010 under the Canada Business Corporations Act (CBCA). The registered and head office of the Company is located at Suite 2108, Purdy's Tower Two, 1969 Upper Water Street, Halifax, Nova Scotia B3J 3R7.

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Silver Tiger is a gold and silver exploration company operating in Mexico, with 100-per-cent ownership of the 35-kilometer-long, royalty-free El Tigre property located in Sonora State. A maiden resource estimate for the El Tigre property was reported on September 13, 2017, and filed on SEDAR on October 26, 2017, containing indicated resources of 661,000 gold equivalent ounces at 0.77 gram per tonne (21 g/t silver and 0.51 g/t gold) and inferred resources of 341,000 gold equivalent ounces at 1.59 g/t (88 g/t silver and 0.52 g/t gold).

### **July 2020 \$11 Million Financing**

On July 27, 2020, the Company completed a non-brokered private placement raising gross proceeds of \$11,000,000 through the issuance of 36,666,667 units at a price of \$0.30 per unit including \$4 million from Eric Sprott, with the majority of the balance invested by strategic institutional resource funds. Each unit consists of one common share and one-half common share purchase warrant. Each full common share purchase warrant entitles the subscriber to acquire one common share at a price of \$0.50 until July 28, 2023. The common shares issued pursuant to this private placement were subject to a 4 month hold period that expired on November 29, 2020.

### **El Tigre Property, Mexico**

El Tigre holds eight Mexican Federal mining concessions, located in north-eastern Sonora State and totaling 215 square kilometers, collectively referred to as the El Tigre Silver and Gold Property ("El Tigre Property"). The concessions are 100% held by El Tigre through its wholly owned subsidiary, Pacemaker Silver Mining SA de CV and its wholly owned subsidiary, Companhia Minerã Talaman SA de CV. El Tigre also holds one additional 0.32 square kilometers claim, known as the San Juan Property, separate from the El Tigre Silver Property, also located in Sonora State, Mexico.

The El Tigre Property is located in the Sierra El Tigre of north-eastern Sonora State, 90 kilometers south-southeast of the border towns of Agua Prieta, Mexico and Douglas, Arizona. The Property covers the historic El Tigre Mine and tailings as well as additional targets. Discovered in 1900 by the Lucky Tiger Combination Gold Mining Company of Kansas City, Missouri, the El Tigre Mine originally began as a gold producer but quickly shifted to silver when it was discovered that the silver was more plentiful than gold. From 1903 to 1938 mine production was estimated at 70 to 75 million ounces of silver and an estimated 325,000 to 350,000 ounces of gold. The El Tigre Mine's reported production through 1927 was 1,198,447 tonnes averaging 1,308 grams of silver and 7.54 grams of gold per tonne with 0.4% copper, 1.1% lead and 1.4% zinc (Craig, 2012). This is equivalent to 50.4 million ounces of silver and 290,543 ounces of gold. The mine was shut down in 1938, primarily due to low metal prices, and the El Tigre Property remained dormant until 1981 when Anaconda Minerals Company ("Anaconda") commenced exploration on the property.

From 1981 to 1984, Anaconda Minerals Company ("Anaconda") completed an extensive district scale exploration program including geological mapping, test work on the tailings as well as drilling 7,812 meters in 22 holes. From 2011 to 2013 El Tigre drilled a total of 59 diamond core holes totaling 9,411 meters of drill length.

Silver Tiger carried out an infill gap sampling program on the legacy diamond drill core at the El Tigre Property during 2016 followed by an infill drilling program which was completed in May 2017. Silver Tiger released its' maiden resource estimate for El Tigre in September 2017 (see section titled "Mineral Resource Estimate").

### **Silver Tiger 2016 Infill Gap Sampling Program**

During the first half of calendar 2016 Silver Tiger carried out an infill gap sampling program on the legacy diamond drill core at the El Tigre Property. Silver Tiger disclosed the results from 53 drill holes over a strike length of 1,675 meters, located between Sections 4975N and 3300N, in press releases dated March 7, 2016, May 16, 2016 and June 28, 2016.

The goals of the sampling program are to "twin" several of the high-grade intersections identified by the original sampling in 2013 and to assay sections of the core not previously sampled to provide complete assay coverage over the length of the holes.

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These assay results indicate a broader halo of gold and silver mineralization than was previously recognized. Due to the slope of the hillside, many of the legacy drill holes are collared on the mineralization.

After Silver Tiger included the new assay results for the legacy diamond drill holes, the mineralized intercepts for select holes are as follows:

- Hole ET-13-051 - 127.0 meters of 2.16 g/t gold equivalent consisting of 1.80 g/t gold and 27.5 g/t silver; including 33.0 meters of 4.73 g/t gold equivalent consisting of 4.48 g/t gold and 18.5 g/t silver
- Hole ET-13-066 – 97.7 meters of 1.80 g/t gold equivalent consisting of 0.90 g/t gold and 67.5 g/t silver; including 3.5 meters of 34.33 g/t gold equivalent consisting of 15.99 g/t gold and 1,375.6 g/t silver
- Hole ET-13-075 – 104.0 meters of 1.01 g/t gold equivalent consisting of 0.53 g/t gold and 36.1 g/t silver
- Hole ET-13-077 – 139.1 meters of 1.02 g/t gold equivalent consisting of 0.94 g/t gold and 6.6 g/t silver
- Hole ET-10-031 – 92.9 meters of 0.80 g/t gold equivalent consisting of 0.39 g/t gold and 30.4 g/t silver; including 7.5 meters of 2.07 g/t gold equivalent consisting of 1.11 g/t gold and 72.6 g/t silver.
- Hole ET-10-033 – 48.6 meters of 1.46 g/t gold equivalent consisting of 0.61 g/t gold and 63.9 g/t silver; including 9.5 meters of 5.46 g/t gold equivalent consisting of 1.80 g/t gold and 274.5 g/t silver.

Complete assay results for the infill gap sampling program are included in appendices to press releases dated March 7, 2016, May 16, 2016 and June 28, 2016 which are available on SEDAR and the Company's website.

### **Silver Tiger 2016-2017 Drill Program**

Silver Tiger completed the 2016-17 infill drilling program at El Tigre in May 2017 having drilled a total of 62 diamond drill holes totalling 11,923.1 meters. The purpose of this drill program was to support a NI 43-101 resource estimation for the El Tigre Property. The results from the Silver Tiger drilling, prior drilling and other data will be incorporated into the resource estimation being completed by P&E Mining Consultants Inc.

The initial phase of the drill program consisted of drilling several new holes near drill holes ET-13-051 and ET-13-064 to cross the entire width of the mineralized zone and end in the barren footwall rock; drilling several holes to test the extension of the high grade clavos; and completing a fence of drill holes across the entire mineralized zone consisting of the Sooy Vein in the hanging wall, the central El Tigre Vein and the Seitz-Kelly Vein in the footwall.

Assay results from this drilling program are included in press releases dated September 14, 2016, October 18, 2016, December 14, 2016, March 6, 2017, May 25, 2017, June 7, 2017 and June 29, 2017. These drill results demonstrated wide oxidized zones of precious-metals mineralization at El Tigre that outcrop at surface.

Highlight results from drilling at the Main Deposit include the following:

- Hole ET-16-083 – 121.1 meters of 1.38 g/t gold equivalent consisting of 1.02 g/t gold and 27.0 g/t silver
- Hole ET-16-085 – 89.7 meters of 1.02 g/t gold equivalent consisting of 0.62 g/t gold and 30.3 g/t silver
- Hole ET-16-092 – 95.6 meters of 1.35 g/t gold equivalent consisting of 1.17 g/t gold and 13.2 g/t silver
- Hole ET-16-096 – 74.2 meters of 0.96 g/t gold equivalent consisting of 0.80 g/t gold and 11.6 g/t silver
- Hole ET-16-108 – 110.0 meters of 0.79 g/t gold equivalent consisting of 0.60 g/t gold and 14.5 g/t silver
- Hole ET-16-109 – 20.4 meters of 3.23 g/t gold equivalent consisting of 0.40 g/t gold and 212 g/t silver

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- Hole ET-16-110 – 102.0 meters of 0.67 g/t gold equivalent consisting of 0.50 g/t gold and 13.4 g/t silver
- Hole ET-17-118 – 32.9 meters of 1.02 g/t gold equivalent consisting of 0.27 g/t gold and 56.7 g/t silver
- Hole ET-17-133 – 67.6 meters of 1.49 g/t gold equivalent consisting of 1.24 g/t gold and 19.1 g/t silver

**Silver Tiger Step-out Drilling Results (2017)**

A number of step-out drill holes completed at the end of the 2016-2017 drill program returned encouraging results 400 meters to the South and 800 meters to the North of the old El Tigre mine.

Highlights from the 2017 step-out drilling to the South of the old El Tigre Mine include the following:

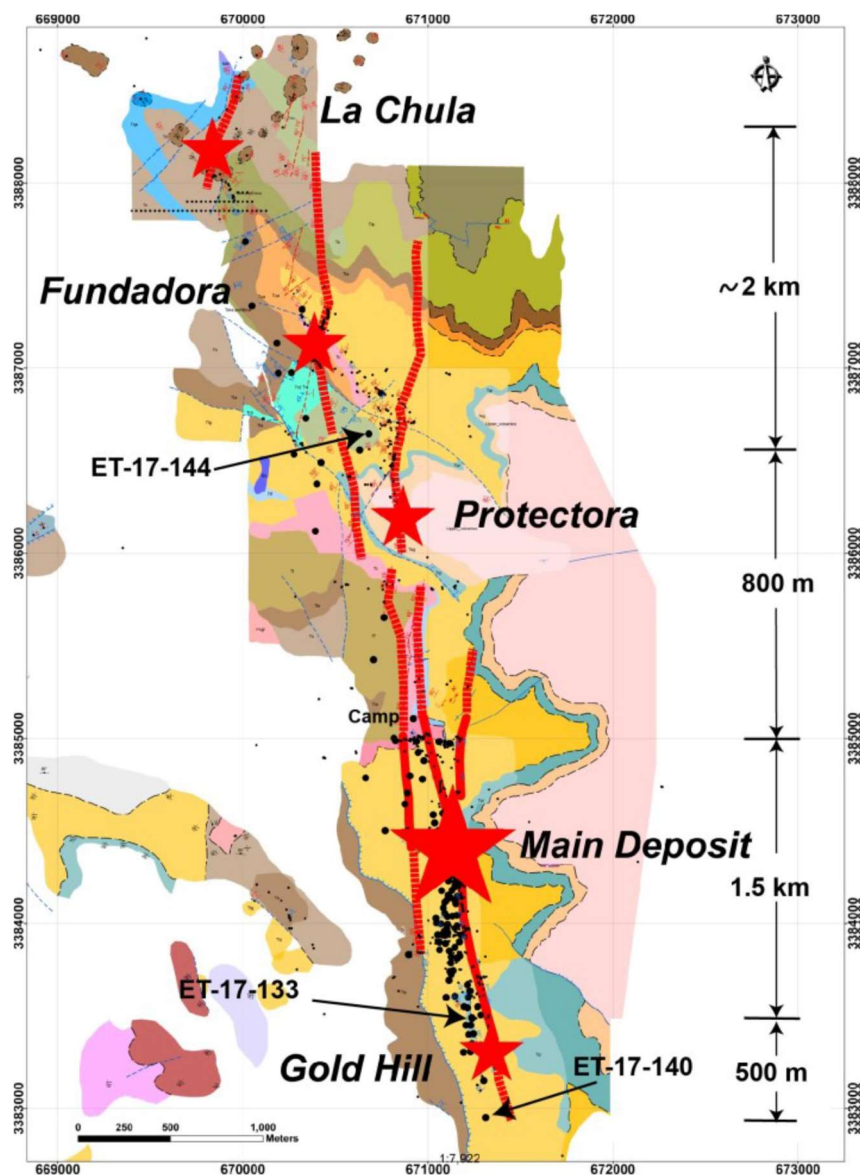
- Hole ET-17-133 – 67.6 meters of 1.49 g/t gold equivalent from 78.5 meters to 146.1 meters consisting of 1.24 g/t gold and 19.1 g/t silver, including 23.4 meters of 3.31 g/t gold equivalent consisting of 2.77 g/t gold and 40.5 g/t silver
- Hole ET-17-139 – 5.2 meters of 0.98 g/t gold equivalent from 10.6 meters to 15.8 meters consisting of 0.96 g/t gold and 1.7 g/t silver
- Hole ET-17-140 – 9.0 meters of 1.86 g/t gold equivalent from 35.0 meters to 44.0 meters consisting of 0.18 g/t gold and 125.5 g/t silver, including 1.5 meters of 9.54 g/t gold equivalent consisting of 0.43 g/t gold and 683.2 g/t silver, in a step out hole approximately 400 meters to the south of the Main Deposit past Gold Hill

Step-out hole ET-17-144 intersected high-grade gold and silver mineralization in the Protectora vein located 800 meters to the North of the old El Tigre Mine.

- Hole ET-17-144 returned **3.15 meters of 36.6 g/t gold equivalent from a depth of 88.25 meters to 91.40 meters consisting of 10.1 g/t gold and 1990.9 g/t silver**. This intercept included **0.85 meters of 135.1 g/t gold equivalent consisting of 37.2 g/t gold and 7,338.9 g/t silver**. The 0.85 meter intercept also returned 2.84% copper, 4.06% zinc and 1.38% lead.
- Hole ET-17-144 also returned **1,107.36 g/t silver and 0.024 g/t gold over 1.5 meters from a depth of 188.65 meters to 190.15 meters**

The true width has not been calculated for the drilled intercepts, but is generally estimated at 75-90% of drilled width. Drill assays were composited by length-weighted averaging into intersections using a 0.2 g/t gold equivalent cut-off grade. The gold equivalent ratio is based on a gold-to-silver price ratio of 1:75.

The map below shows the location of these step-out drill holes.



### Mineral Resource Estimate (September 2017)

In September 2017, Silver Tiger announced an independent Mineral Resource Estimate for the El Tigre Property completed by P&E Mining Consultants Inc. ("P&E") which is detailed in the table below. The El Tigre Property includes the El Tigre<sup>1</sup>, Fundadora<sup>2</sup> and El Tigre Tailings<sup>3</sup> Deposits. The El Tigre Mineral Resource Estimate includes extensions of the historical El Tigre and Seitz Kelly Veins<sup>1</sup>, as well as the mineralized breccia halo around the El Tigre Vein. The Fundadora Mineral Resource Estimate includes the Aquila, Fundadora, Protectora and Caleigh Veins<sup>2</sup>. A copy of the NI 43-101 Technical Report supporting the Mineral Resource Estimate is available at Sedar.com under the Company's profile.

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Resource Area	Class	AuEq g/t Cut-Off	Tonnes (000's)	Ag (g/t)	Ag ozs (000's)	Au (g/t)	Au ozs (000's)	AuEq (g/t)	AuEq ozs (000's)
El Tigre Constrained Pit <sup>1</sup>	Indicated	0.20	25,170	15	11,906	0.51	416	0.69	559
	Inferred	0.20	2,791	12	1,093	0.38	34	0.52	47
El Tigre Underground <sup>1</sup>	Indicated	1.50	207	156	1,041	0.46	3	2.33	16
	Inferred	1.50	11	82	29	1.27	0	2.26	1
Fundadora Constrained Pit <sup>2</sup>	Indicated	0.20	451	167	2,428	0.93	14	2.94	43
	Inferred	0.20	1,774	150	8,554	0.69	39	2.49	142
Fundadora Underground <sup>2</sup>	Indicated	1.50	80	118	306	1.03	3	2.45	6
	Inferred	1.50	2,003	140	9,044	0.60	38	2.28	147
<b>Sub Total Indicated</b>		<b>0.20, 1.50</b>	<b>25,908</b>	<b>19</b>	<b>15,681</b>	<b>0.52</b>	<b>436</b>	<b>0.75</b>	<b>624</b>
<b>Sub Total Inferred</b>		<b>0.20, 1.50</b>	<b>6,579</b>	<b>89</b>	<b>18,720</b>	<b>0.52</b>	<b>111</b>	<b>1.59</b>	<b>337</b>
El Tigre Tailings <sup>3</sup>	Indicated	0.37	939	78	2,345	0.27	8	1.21	37
	Inferred	0.37	101	79	254	0.27	1	1.22	4
<b>Total Indicated</b>		<b>0.20,0.37,1.50</b>	<b>26,847</b>	<b>21</b>	<b>18,026</b>	<b>0.51</b>	<b>444</b>	<b>0.77</b>	<b>661</b>
<b>Total Inferred</b>		<b>0.20,0.37,1.50</b>	<b>6,680</b>	<b>88</b>	<b>18,974</b>	<b>0.52</b>	<b>112</b>	<b>1.59</b>	<b>341</b>

**Notes to Mineral Resource Estimate Table:**

- (1) El Tigre Deposit Mineral Resources are comprised of the El Tigre and Seitz Kelly Veins.
- (2) Fundadora Deposit Mineral Resources are comprised of the Aquila, Fundadora, Protectora and Caleigh Veins.
- (3) El Tigre Tailings Deposit Mineral Resources are comprised of the tailings from the former El Tigre operation.
- (4) Mineral Resources are reported within a constraining pit shell.
- (5) The Mineral Resource Estimate is reported in accordance with the Canadian Securities Administrators National Instrument 43-101 and has been estimated using the CIM "Estimation of Mineral Resources and Mineral Reserves Best Practice Guidelines and CIM "Definition Standards for Mineral Resources and Mineral Reserves.
- (6)  $Au:Ag \text{ ratio} = (\$1250/\$17)/(70\% \text{ Ag Rec}/80\% \text{ Au Rec}) = 84:1$  Therefore,  $AuEq = (Ag/84) + Au$
- (7) Mineral Resources in this estimate are based on approx. two year trailing average metal prices of US\$1,250 /oz Au and US\$17 /oz Ag, estimated process recoveries 80% Au and 70% Ag, US\$5.70/t process cost and US\$0.80/t G&A cost. Mining costs of US\$1.55/t for open pit and \$45/t for underground and tailings mining costs of US\$5.50/t were used to derive the respective Mineral Resource Estimate AuEq cut-offs of 0.20 g/t and 1.5 g/t and 0.37g/t. Pit optimization slopes were 50 degrees.
- (8) The Mineral Resource Estimate uses drill hole data available as of September 1, 2017.
- (9) Totals may not add correctly due to rounding.
- (10) An Inferred Mineral Resource has a lower level of confidence than that applying to an Indicated Mineral Resource and must not be converted to a Mineral Reserve. It is reasonably expected that the majority of Inferred Mineral Resources could be upgraded to Indicated Mineral Resources with continued exploration.
- (11) Mineral Resources which are not Mineral Reserves do not have demonstrated economic viability. The estimate of Mineral Resources may be materially affected by environmental, permitting, legal, title, taxation, sociopolitical, marketing or other relevant issues.

**Fall 2017 Drilling Program**

The fall 2017 program comprised 600 meters of diamond drilling in seven holes to define the strike and dip of the high-grade Caleigh vein and the low-grade alteration zone in the hanging wall. Hole ET-17-145, the first hole in the fall 2017 program, returned **0.75 meters of 48.7 grams per tonne gold equivalent from a depth of 28.50 to 29.25 meters consisting of 10.91 g/t gold and 2,830.4 g/t silver**. This hole also encountered the low-grade hanging wall alteration zone adjacent to the Caleigh vein. The overall intersection returned 25.75 meters of 1.88 g/t gold equivalent from a depth of 3.50 to 29.25 meters consisting of 0.65 g/t gold and 91.9 g/t silver. Hole ET-17-148 returned **0.50**



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**meters of 40.0 g/t gold equivalent from a depth of 90.10 meters to 90.60 meters consisting of 10.0 g/t gold and 2,247.1 g/t silver.** The true width has not been calculated for the drilled intercepts, but is generally estimated at 75-90% of drilled width. Drill assays were composited by length-weighted averaging into intersections using a 0.2 g/t gold equivalent cut-off grade. The gold equivalent ratio is based on a gold-to-silver price ratio of 1:75.

The high gold and silver grades intersected in drill holes ET-17-144, ET-17-145 and ET -17-148 are reminiscent of the bonanza silver and gold grades mined underground in the 1920's and 1930's at the old El Tigre mine which is 800 meters to the south. Surface mapping shows that the Protectora vein and alteration zone, that has not been mined, extends along strike to the north from the old El Tigre mine for 2,000 meters. This 2,000 meter long extension presents a new exploration target to find additional near surface mineralization

### **2018 Exploration Activities**

The Company carried out a regional prospecting and mapping program during 2018 with the objective of identifying extensions of the El Tigre Formation. The El Tigre Formation is the rock package that hosts the historic El Tigre mine. The Phase 1 prospecting and mapping program was carried out to the south of Gold Hill and demonstrated that the El Tigre Formation continues along strike in a southeasterly direction for an additional 5 kilometers to the Lluvia de Oro prospect. Tunnels exposing quartz veins with the same alterations and mineralization as observed in the existing El Tigre area, and assays, demonstrated significant potential for additional near-surface mineralization in this newly defined area. The El Tigre Formation was also identified a further 3 kilometers to the south at La Mancha where old workings were located.

The Phase 2 prospecting and mapping program was carried out on the eastern side of the mountain. The team located several historic underground workings in this area (Santa Maria) that followed mineralized quartz veins similar to the old El Tigre Mine, as well as, outcropping of vein mineralization.

The Phase 3 prospecting and mapping program was carried out to north-east of the resource area and identified outcropping of the El Tigre Formation in several areas. Silver Tiger has now identified in excess of 10 kilometers of favorable host stratigraphy with several areas of mineralization identified to the south, east and north-east of the old El Tigre Mine.

### **2019 Exploration Program**

The Company mobilized the exploration team back to the property in September 2019 to continue prospecting and mapping as well as sampling.

Channel samples were collected from legacy underground exploration tunnels and from surface samples on the Caleigh, Canon Combination (unmined portion of the El Tigre vein), Protectora and Aguila veins located north of the old El Tigre Mine (see map below).

In the Caleigh vein, located approximately 2 kilometers north of the old El Tigre Mine, underground channel sample ETU-1007 returned **2,375.97 g/t silver equivalent** consisting of **1,896.3 g/t silver** and **6.40 g/t gold** over a true width of **0.50 meters**. Underground Channel Sample ETU-1006 returned **2,318.35 g/t silver equivalent** consisting of **1,970.7 g/t silver** and **4.64 g/t gold** over a true width of **0.50 meters**.

In the Canon Combination vein (unmined portion of the El Tigre vein) underground channel sample ETU-1012 returned **1,812.72 g/t silver equivalent** consisting of **1,793.7 g/t silver** and **0.25 g/t gold** across a true width of **0.50 meters**.

In the Protectora vein, approximately 2 kilometers north of the old El Tigre Mine, underground channel sample ETU-1008 returned **528.57 g/t silver equivalent** consisting of **378.0 g/t silver** and **2.01 g/t gold** across a true width of **0.50 meters**.

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The significant channel sample assay results are set out in the table below with ETU designating underground samples and ETS designating surface samples.

Vein	Sample	Sample	UTM	UTM	Sample	Au	Ag	Ag Eq
	Number	Length	Easting	Northing	Elevation	g/mT	g/mT	g/mT
CALEIGH	ETU-1005	0.5	670794	3386777	2023	10.13	966.6	1,726.31
CALEIGH	ETU-1006	0.5	670795	3386780	2023	4.64	1,970.7	2,318.35
CALEIGH	ETU-1007	0.5	670796	3386781	2023	6.40	1,896.3	2,375.97
CAÑON COMBINATION	ETU-1012	0.5	670939	3385623	1833	0.25	1,793.7	1,812.78
CAÑON COMBINATION	ETU-1013	0.5	670934	3385605	1833	0.26	364.9	384.40
PROTECTORA	ETU-1008	0.5	670879	3386875	2092	2.01	378.0	528.57
PROTECTORA	ETU-1004	0.5	670873	3386737	2016	1.12	340.4	424.66
AGUILA	ETU-1009	0.6	670440	3386901	1943	0.94	73.3	144.10
AGUILA	ETU-1010	0.5	670441	3387237	2082	0.90	212.6	280.08
LEVEL 4	ETU-1011	0.5	670862	3385002	1798	0.08	41.4	47.63
PROTECTORA	ETS-2922	0.7	670886	3386775	2060	3.32	374.4	623.67
PROTECTORA	ETS-2923	0.5	670832	3386715	2030	0.57	192.3	234.72
PROTECTORA	ETS-2924	1.0	670867	3386713	2024	0.66	30.8	80.60
PROTECTORA	ETS-2925	0.5	670816	3386473	2075	1.00	168.9	243.67

Note: Silver Equivalent (“EqAg”) ratio based on silver to gold price ratio of 75:1 (Ag: Au).

### 2020 Exploration and Drilling Program

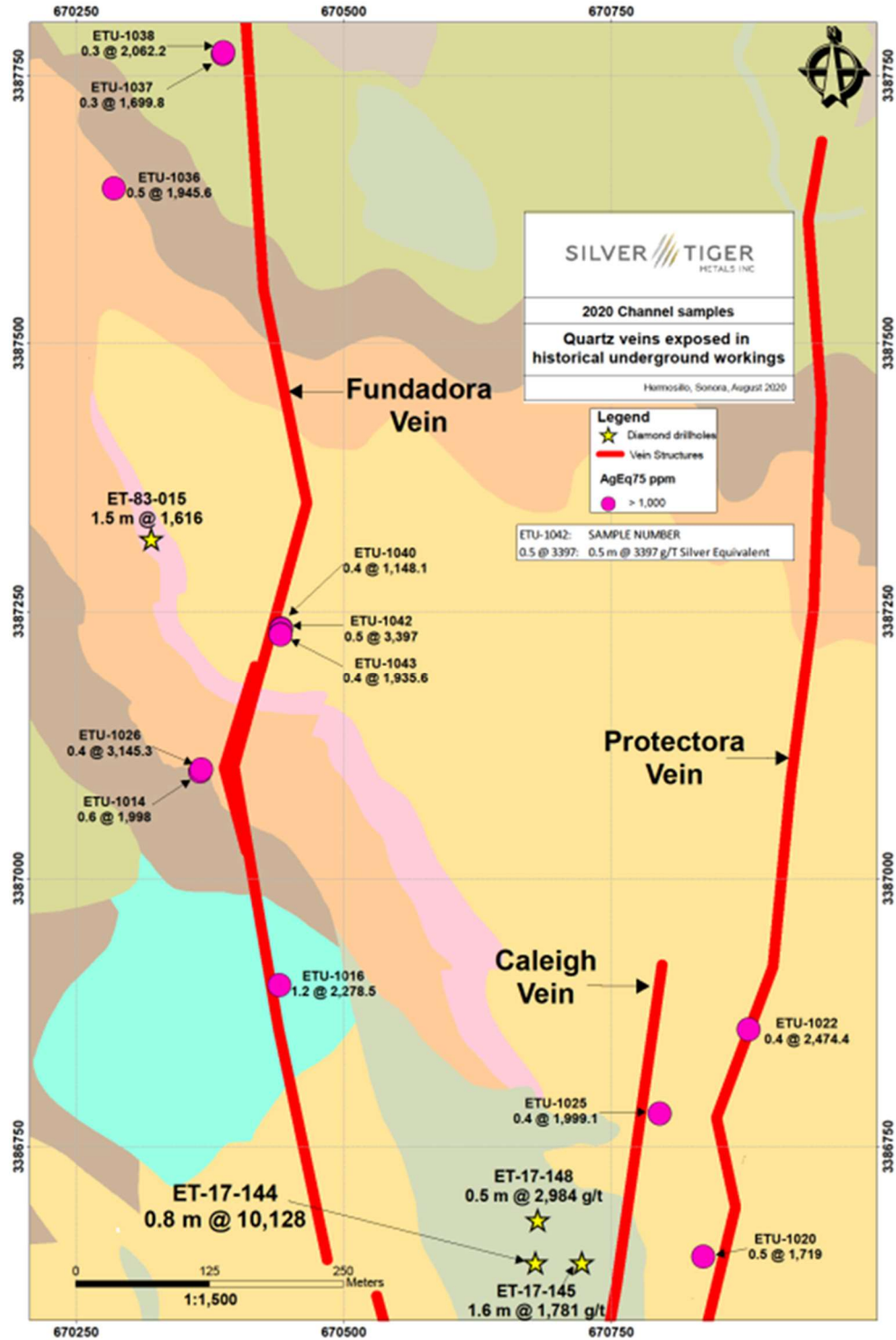
Silver Tiger carried out a sampling program during the summer 2020 whereby a number of channel samples were collected from legacy underground exploration tunnels on the 3 kilometers of vein extensions that outcrop at surface north of the historic El Tigre Mine. This program returned multiple high-grade values including the following.

- In the Fundadora vein, approximately 2 kilometers north of the old El Tigre mine, channel sample ETU-1042 returned **3,397.0 g/t silver equivalent** consisting of **3,064 g/t silver** and **4.44 g/t gold** across a true width of **0.5 meters**, channel sample ETU-1026 returned **3,145.3 g/t silver equivalent** consisting of **2,500 g/t silver** and **8.6 g/t gold** over **0.4 meters**; and channel sample ETU-1016 returned **2,278.5 g/t silver equivalent** consisting of **606 g/t silver** and **22.3 g/t gold** across a true width of **1.2 meters**.
- In the Protectora vein, approximately 1.6 kilometers north of the old El Tigre mine, underground channel sample ETU-1022 returned **2,474.4 g/t silver equivalent** consisting of **2,283 g/t silver** and **32.99 g/t gold** across a true width of **0.4 meters**.
- In the Caleigh vein, approximately 1.6 kilometers north of the old El Tigre mine, sample ETU-1025 returned **1,999.1 g/t silver equivalent** consisting of **1,679 g/t silver** and **26.65 g/t gold** across a true width of **0.4 meters**.
- In the Aquilas Norte area, approximately 2.5 kilometers north of the old El Tigre mine, channel sample ETU-1038 returned **2,062.2 g/t silver equivalent** consisting of **1,709 g/t silver** and **4.71 g/t gold** across a true width of **0.3 meters** and channel sample ETU-1036 returned **1,945.6 g/t silver equivalent** consisting of **1,843 g/t silver** and **1.37 g/t gold** across a true width of **0.3 meters**.



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The silver equivalent ratios are based on a silver to gold price ratio of 75:1 (Ag: Au). A location map is included below along with a table setting out the significant underground channel sample assay results.



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Silver Tiger mobilized two diamond drill rigs to the El Tigre Property in August and recently added a third drill rig. Highlight results from the first 10 drill holes were press released on November 17, 2020. The drilling intersected high grade silver and gold mineralization in the Protectora and Caleigh veins within the El Tigre gold alteration zone approximately 1.7 kilometers north of the historic El Tigre Mine.

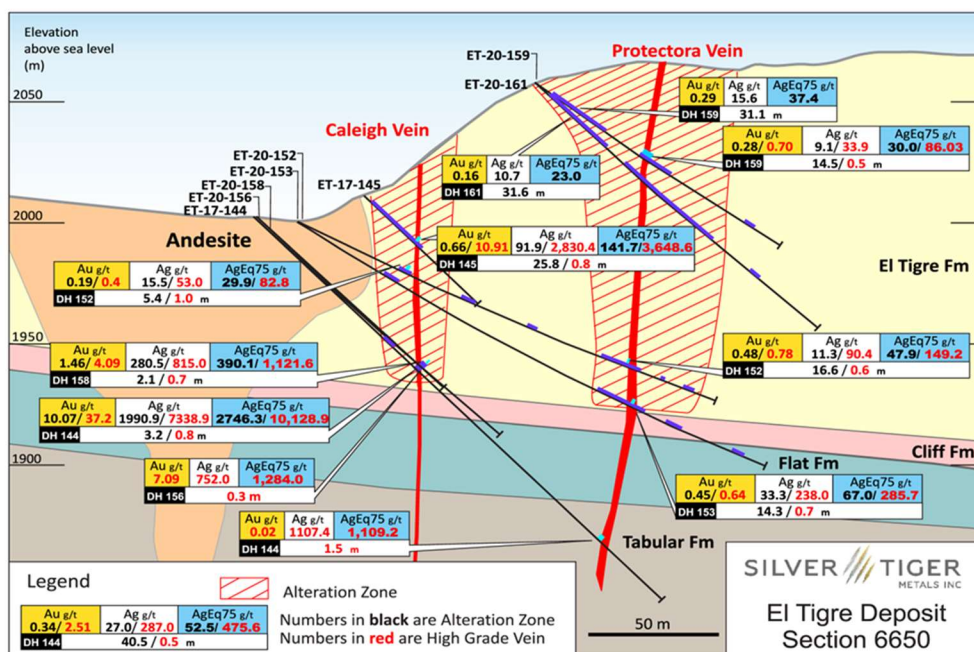
Highlights from the drilling include the following:

- Hole 163 on the Protectora Vein - 0.5 meters grading **2,049.1 g/t AgEq from 16.9 meters to 17.4 meters** consisting of 1,782 gpt Ag and 3.56 gpt Au and a second intercept of 0.5 meters grading 1,440.6 gpt AgEq from 51.9 meters to 52.4 meters consisting of 1,374 gpt Ag and 0.89 gpt Au
- Hole 164 on the Protectora Vein - 0.5 meters grading **1,592.5 g/t AgEq from 17 meters to 17.5 meters** consisting of 805 gpt Ag and 10.50 gpt Au
- Hole 158 on the Caleigh Vein - 0.7 meters grading **1,121.6 g/t AgEq from 90 meters to 90.7 meters** consisting of 815 gpt Ag and 4.09 gpt Au
- Hole 156 on the Caleigh Vein - 0.3 meters grading **1,284.0 g/t AgEq from 82 meters to 82.3 meters** consisting of 752 gpt Ag and 7.09 gpt Au.

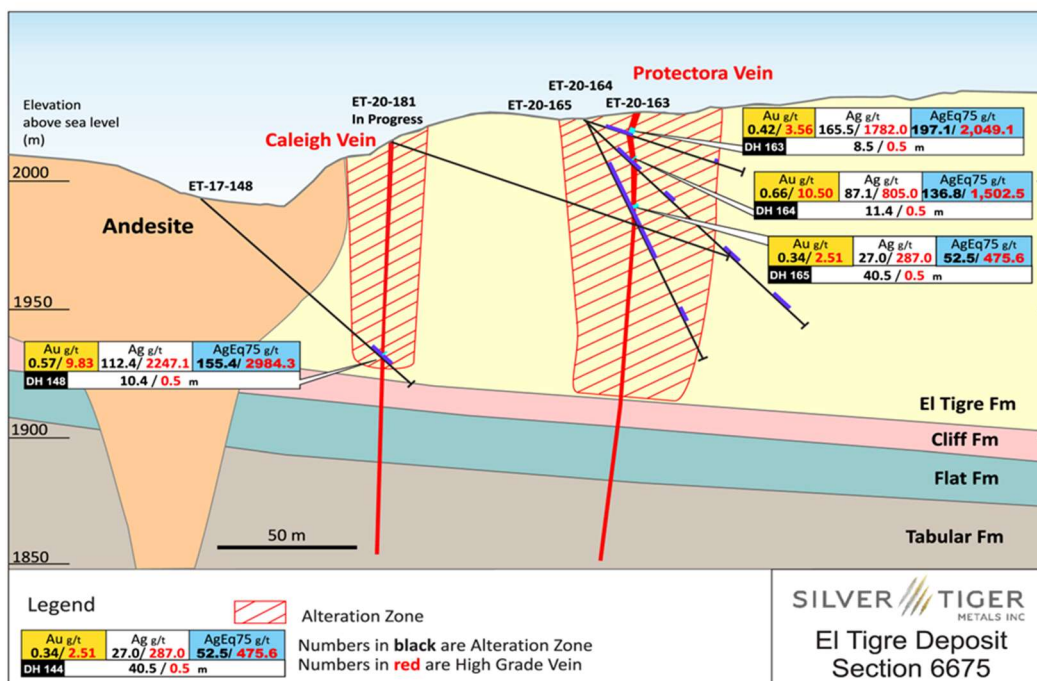
All of these high grade veins are within the El Tigre Formation, a gold alteration zone which can be up to 150 meters thick. The silver equivalent ratios are based on a silver to gold price ratio of 75:1 (Ag:Au).

Cross Sections 6650 and 6675 below show the Silver Tiger drill holes begin approximately 1.7 kilometers north of the end of the historic El Tigre Mine in approximately the middle of the vein extensions north of the mine. Cross Section 6675 is 25 meters North of Cross Section 6650.

**El Tigre Cross Section 6650**



*El Tigre Cross Section 6675*



**Qualified Person**

David Duncan, P. Geo., a qualified person as defined by National Instrument 43-101, has reviewed and approved the information provided in this Management Discussion and Analysis for the period ended September 30, 2020.

**Selected Financial Information**

Silver Tiger' consolidated net loss for six month period ended September 30, 2020 was \$1,946,042 (\$0.01 per share) compared to a net loss of \$370,889 (\$0.002 per share) for the year ended March 31, 2020 and a net loss of \$1,219,141 (\$0.01 per share) for the year ended March 31, 2019.

The following table contains selected financial information for the three month period ended June 30, 2020 and the years ended March 31, 2020 and March 31, 2019.

	6 Months ended September 30, 2020	Year ended March 31, 2020	Year ended March 31, 2019
Revenue	\$ -	\$ -	\$ -
Net loss and comprehensive loss	\$ 1,946,042	\$ 370,889	\$ 1,219,141
Total assets	\$ 29,469,802	\$ 19,233,674	\$ 18,073,833
Working capital (deficiency)	\$ 8,317,813	(\$2,710,270)	(\$ 2,404,250)
Shareholder equity	\$ 28,340,670	\$ 16,359,537	\$ 15,562,398
Loss per share	\$ 0.01	\$ 0.002	\$ 0.01

MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

**Results of Operations – Three Month Period Ended September 30, 2020**

For the three month period ended September 30, 2020, the Company incurred a net loss of \$348,760 compared to a net loss of \$200,269 for the three month period ended September 30, 2019.

The expenses and income incurred during the three month periods ended September 30, 2020 and 2019 are detailed in the following table.

	<b>3 months ended September 30, 2020 \$</b>	<b>3 months ended September 30, 2019 \$</b>
Consulting fees	118,589	77,750
Dues and fees	17,369	23,968
Foreign exchange (gain) loss	26,365	(21,039)
Insurance	21,169	25,925
Office and other	30,879	24,818
Professional fees	43,914	3,883
Shareholder communication	75,689	38,980
Stock-based compensation	5,500	-
Travel	4,125	8,180
Wages and benefits	17,819	17,804
<b>Total operating expenses</b>	<b>361,418</b>	<b>200,269</b>
Interest income	(3,358)	-
Government assistance benefit	(17,000)	-
Depreciation expense	7,700	-
<b>Net loss for the period</b>	<b>348,760</b>	<b>200,269</b>

For the three month period ended September 30, 2020, the Company incurred a foreign exchange loss of \$26,365 compared to a gain of \$21,039 in the prior year comparable period. The loss in the current year was largely attributed to the devaluation of the Canadian dollar compared to the US dollar which occurred during the period.

For the three month period ended September 30, 2020, the Company incurred shareholder communication expense of \$75,689 compared to \$38,980 in the prior year comparable period. The higher level of expense was a direct result of increased marketing activities including participation in virtual investment conferences and webinar presentations.

For the three month period ended September 30, 2020, the Company recorded a government assistance benefit of \$17,000 being the fair value amount recognized for the Canada Business Emergency Account (CEBA) assistance.

For the three month period ended September 30, 2020, the Company recorded depreciation expense of \$7,700 (2019 - \$nil) related to the adoption of IFRS 16 *Leases* whereby a right-of-use asset relating to an office lease was recognized.

**Results of Operations – Six Months Ended September 30, 2020**

For the six month period ended September 30, 2020, the Corporation incurred a net loss of \$1,946,042 compared to a net loss of \$255,498 for the six month period ended September 30, 2019.

The expenses and income incurred during the six month periods ended September 30, 2020 and 2019 are detailed in the following table.

MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

	6 months ended September 30, 2020 \$	6 months ended September 30, 2019 \$
Consulting fees	203,138	140,250
Dues and fees	25,294	33,012
Foreign exchange (gain) loss	(3,602)	(25,752)
Insurance	41,060	42,474
Office and other	49,668	55,852
Professional fees	48,312	6,000
Shareholder communication	84,775	40,302
Stock-based compensation	745,000	-
Travel	5,373	17,233
Wages and benefits	<u>33,092</u>	<u>33,065</u>
<b>Total operating expenses</b>	<b>1,232,110</b>	<b>342,436</b>
Interest income	(3,358)	-
Government assistance benefit	(17,000)	-
Depreciation expense	15,400	-
Gain (loss) on settlement of accounts payable	<u>718,890</u>	<u>(86,938)</u>
<b>Net loss for the period</b>	<b><u>1,946,042</u></b>	<b><u>255,498</u></b>

For the six month period ended September 30, 2020, the Corporation incurred consulting fees of \$203,138 compared to \$140,250 in the prior year comparable period. During the prior year period the Chief Financial Officer and VP Exploration forgave aggregate consulting fees of \$86,938 resulting in a reduced amount of consulting fees billed in relation to their services and the recognition of a gain on settlement of accounts payable of \$86,938.

For the six month period ended September 30, 2020, the Company incurred shareholder communication expense of \$84,775 compared to \$40,302 in the prior year comparable period. The higher level of expense was a direct result of increased marketing activities including participation in virtual investment conferences and webinar presentations.

For the six month period ended September 30, 2020, the Company recorded non-cash stock-based compensation expense of \$745,000 compared to \$nil in the prior year comparable period. The current period expense is comprised of; (i) \$509,000 relating to the issuance of 3,275,000 stock options having an exercise price of \$0.17 per common share which vested upon issuance, (ii) \$225,000 relating to the issuance of 1,450,000 deferred share units priced at \$0.17 per common share which vested upon issuance and (iii) \$11,000 relating to the vesting of a portion of the 900,000 deferred share units issued during fiscal 2019 and priced at \$0.10 per common share which vest over a period of three years. In determining the stock-based compensation expense, the fair value of stock options and deferred share units issued are estimated using the Black-Scholes option pricing model.

For the six month period ended September 30, 2020, the Company recorded a government assistance benefit of \$17,000 being the fair value amount recognized for the Canada Business Emergency Account (CEBA) assistance.

For the six month period ended September 30, 2020, the Company recorded depreciation expense of \$15,400 (2019 - \$nil) related to the adoption of IFRS 16 *Leases* whereby a right-of-use asset relating to an office lease was recognized.

For the six month period ended September 30, 2020, the Company recorded a loss on settlement of accounts payable of \$718,890 compared to a gain in the prior period of \$86,938. During the period ended September 30, 2020, the Company issued a total of 6,535,366 common shares to settle accounts payable of \$392,122 owed to geological services and drilling companies. The difference between the fair value of the common shares issued on May 22, 2020, the date the shares were issued and liability extinguished, and the carrying amount of the accounts payable was



## MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

recognized as a loss on settlement of accounts payable on the statement of loss and comprehensive loss in the amount of \$718,890. Refer to note 12 in the Company's Unaudited Interim Condensed Consolidated Financial Statements for the six month period ended September 30, 2020 and 2019 for additional details.

### Summary of Quarterly Results

The following table contains selected financial information for the Company for the past eight quarterly periods.

	Revenue	Net loss and comprehensive loss (income)	Total assets	Working capital (deficiency)	Shareholder equity	Loss (income) per Share
September 30, 2018	Nil	\$351,454	\$17,377,738	(\$1,529,236)	\$15,596,387	\$0.003
December 31, 2018	Nil	\$299,577	\$17,542,120	(\$1,562,714)	\$15,659,810	\$0.002
March 31, 2019	Nil	\$332,412	\$18,073,833	(\$2,404,250)	\$15,562,398	\$0.002
June 30, 2019	Nil	\$ 55,229	\$18,126,843	(\$2,541,893)	\$15,517,169	\$0.001
September 30, 2019	Nil	\$200,269	\$18,615,689	(\$2,366,127)	\$16,051,900	\$0.001
December 31, 2019	Nil	\$331,014	\$18,850,054	(\$2,420,279)	\$16,194,199	\$0.001
March 31, 2020	Nil	(\$215,623)	\$19,233,674	(\$2,710,270)	\$16,359,537	(\$0.001)
June 30, 2020	Nil	(\$1,597,282)	\$19,543,149	(\$1,942,124)	\$17,158,554	\$0.008
September 30, 2020	Nil	(\$348,760)	\$29,469,802	\$8,317,813	\$28,340,670	\$0.002

### Liquidity and Capital Resources

At September 30, 2020, the Company reported current assets of \$9,420,270, current liabilities of \$1,102,457 and working capital of \$8,317,813.

On July 27, 2020, the Company completed a non-brokered private placement financing for aggregate gross proceeds of \$11,000,000. Additionally, during the six month period ended September 30, 2020, the Company received aggregate proceeds of \$534,134 from the exercise of warrants. This funding addresses the Company's fiscal 2021 working capital requirements and provides funding for additional exploration of the El Tigre property.

The Company finances its operations through the issuance of equity securities. The Company is dependent on raising additional funding through the issuance of equity securities in order to fund future exploration programs and to meet its ongoing general and administrative requirements and while management has been successful in obtaining funding in the past, there can be no assurance that it will be able to do so in the future.

### Recoverability of Mexican VAT

Management's assumptions regarding the recoverability of Value Added Tax ("VAT") receivable in Mexico, at the end of each reporting period, are made using all relevant facts available, including past collectability, the development of VAT policies and the general economic environment of the country to determine if a write-down of the VAT is required. Collection of the amount receivable depends on processing and payment of the claims by the government in Mexico. The Company has approximately \$730,000 of VAT receivable at September 30, 2020. While the Company is still pursuing collection, with the delay in processing and collection, management determined that it is appropriate to classify this amount to the resource property to which the VAT paid related. The timing and amount of the VAT ultimately collectible could be materially different from the amount recorded in the consolidated financial statements.

### Off-Balance Sheet Arrangements

The Company has no off-balance sheet arrangements.



MANAGEMENT’S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

**Related Party Transactions**

Administrative consulting services were provided during the six month period ended September 30, 2020 by a corporation owned by the Chief Executive Officer of the Company. The cost of these consulting services during the period was \$125,000 (2019 - \$125,000). The Company recorded these costs to consulting fees.

Administrative consulting services were provided during the six month period ended September 30, 2020 by a corporation owned by the Chief Financial Officer of the Company (“Consultant”). The cost of these consulting services during the period was \$24,000 (2019 - \$12,000). The Company recorded these costs to consulting fees. During the period ended September 30, 2019, the Consultant and the Company agreed to the forgiveness of unpaid consulting fees, including HST, aggregating \$46,250.

During the period ended September 30, 2019, an amount payable of \$40,688 for geological consulting services provided by a corporation owned by the Vice President Exploration of the Company was forgiven.

**Disclosure for Venture Issuers without Significant Revenue**

During the six month periods ended September 30, 2020 and 2019, the Company incurred expenses related to the following:

	<b>6 Months ended September 30, 2020</b>	<b>6 Months ended September 30, 2019</b>
Capitalized exploration and property costs net of reduction in concession fees payable	\$979,125	\$451,379
Operating expenses	\$1,207,110	\$342,436

**Outstanding Share Data**

At November 30, 20120, the Company had 219,300,066 common shares issued and outstanding. In the period subsequent to September 30, 2020, a total 266,715 common share purchase warrants were exercised for aggregate proceeds of \$26,671.

The Company has 17,215,000 stock options at November 30, 2020, all of which have vested, outstanding as summarized in the following table.

<b>No. of Options</b>	<b>Exercise Price</b>	<b>Expiry date</b>
700,000	\$0.10	December 13, 2020
420,000	\$0.20	May 18, 2022
1,170,000	\$0.20	May 16, 2023
795,000	\$0.25	October 7, 2023
650,000	\$0.43	May 30, 2024
50,000	\$0.44	June 9, 2024
575,000	\$0.40	November 3, 2024
385,000	\$0.21	June 1, 2025
3,870,000	\$0.17	December 22, 2025
2,600,000	\$0.25	October 31, 2026
125,000	\$0.23	January 17, 2027
2,600,000	\$0.10	January 4, 2029
3,275,000	\$0.17	May 22, 2030

**MANAGEMENT’S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020**

The Company has 24,450,538 warrants outstanding at November 30, 2020, as summarized in the following table. This total includes 178,571 warrants issued pursuant to the May 2020 private placement financing that are held in trust pending receipt of the subscription proceeds from a registered account.

No. of Warrants	Exercise Price	Expiry date
4,117,211	\$0.10	May 22, 2022
2,000,000	\$0.50	July 26, 2023
18,333,327	\$0.50	July 27, 2023

If all stock options and warrants were exercised, the number of common shares of the Company outstanding would be 260,965,604. Additionally, the Company has 2,450,000 Deferred Share Units outstanding at November 30, 2020.

**Risk Factors**

The following are certain factors relating to the business of the Company. These risks and uncertainties are not the only ones facing the Company. Additional risks and uncertainties not currently known to the Company, or that the Company currently deems immaterial, may also impair the operations of the Company. If any such risks actually occur, the financial condition, liquidity and results of operations of the Company could be materially adversely affected and the ability of the Company to implement its growth plans could be adversely affected.

*Mineral Exploration, Development and Operating Risks*

The business of mineral exploration and development is highly speculative in nature, generally involves a high degree of risk and is frequently non-productive. The El Tigre Property is in the exploration and development stage, and there is no assurance that exploration efforts will be successful or that expenditures to be made by the Company will result in discoveries of commercial quantities of minerals or profitable commercial mining operations. Resource acquisition, exploration, development, and operation involves significant financial and other risks over an extended period of time, which even a combination of careful evaluation, experience, and knowledge may not eliminate. Significant expenses are required to locate and establish economically viable mineral deposits, to acquire equipment, and to fund construction, exploration and related operations, and few mining properties that are explored are ultimately developed into producing mines. Success in establishing an economically viable project is the result of a number of factors, including the quantity and quality of minerals discovered, proximity to infrastructure, metal and mineral prices, which are highly cyclical, costs and efficiencies of the recovery methods that can be employed, the quality of management, available technical expertise, taxes, royalties, environmental matters, government regulation (including land tenure, land use and import/export regulations) and other factors. Even in the event that mineralization is discovered on a given property, it may take several years in the initial phases of drilling until production is possible, during which time the economic feasibility of production may change as a result of such factors. The effect of these factors cannot be accurately predicted, but the combination of these factors may result in the Company not receiving an adequate return on its invested capital, and no assurance can be given that any exploration program of the Company will result in the establishment or expansion of resources or reserves. The Company’s operations are subject to all the hazards and risks normally encountered in the exploration and development of mineral resource properties, including hazards relating to the discharge of pollutants or hazardous chemicals, unusual or unexpected adverse geological or geotechnical formations, unusual or unexpected adverse operating conditions, seismic activity, fire, explosions and natural phenomena and 'acts of God' such as inclement weather conditions, floods, earthquakes or other conditions, any of which could result in damage to, or destruction of, mineral properties, personal injury or death, damage to property, environmental damage, unexpected delays, monetary payments and possible legal liability, which could have a material adverse impact upon the Company. In addition, any future mining operations will be subject to the risks inherent in mining, including adverse fluctuations in fuel prices, commodity prices, exchange rates and metal prices, increases in the costs of constructing and operating mining and processing facilities, availability of energy and water supplies, access and transportation costs, delays and repair costs resulting from equipment failure, changes in the regulatory environment, and industrial accidents and labour actions or unrest. The occurrence of any of these risks

## MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

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could materially and adversely affect the development of a project or the operations of a facility, which could have a material adverse impact upon the Company.

### *Title to Properties*

Acquisition of title to mineral properties is a very detailed and time-consuming process. Title to, and the area of, mineral properties may be disputed. The Company cannot give any assurance that title to its exploration properties will not be challenged or impugned. Mineral properties sometimes contain claims or transfer histories that examiners cannot verify. A successful claim that Silver Tiger does not have title to its exploration properties could cause the Company to lose any rights to explore, develop and mine any minerals on that property, without compensation for its prior expenditures relating to such property.

### *Limited Operating History*

The Company has no history of an operating business or mining operations, revenue generation or production history. The Company was incorporated on June 14, 2010 and has yet to generate a profit from its activities. The Company will be subject to all of the business risks and uncertainties associated with any new business enterprise, including the risk that it will not achieve its growth objective. The Company anticipates that it will take several years to achieve any cash flow from operations.

### *Capital Requirements, Liquidity and Risks to Shareholders*

Additional funds for the establishment of the Company's current and planned exploration and development operations will be required. No assurances can be given that the Company will be able to raise the additional funding that may be required for such activities. Mineral prices, environmental rehabilitation or restitution, revenues, taxes, transportation costs, capital expenditures, operating expenses and geological results are all factors which will have an impact on the amount of additional capital that may be required. To meet such funding requirements, the Company may be required to undertake additional equity financing, which would be dilutive to shareholders. Debt financing, if available, may also involve restrictions on financing and operating activities. There is no assurance that additional financing will be available on terms acceptable to the Company or at all. If the Company is unable to obtain additional financing as needed, it may be required to reduce the scope of its operations or anticipated expansion.

### *Trading Price and Volatility of the Common Shares*

The market price of the common shares experiences fluctuations which may not necessarily be related to the financial condition, operating performance, underlying asset values or prospects of the Company. It may be anticipated that any market for the common shares will be subject to market trends generally, and the value of the common shares on the TSXV or such other stock exchange as the common shares may be listed from time to time, may be negatively affected by such volatility.

### *Global Financial Volatility*

Global financial conditions are volatile from time to time. Global economic volatility may impact domestic markets and the ability of the Company to obtain equity or debt financing to continue its operations and, if obtained, on terms favourable to the Company. Market volatility and turmoil could adversely impact the Company's operations and the value and the trading price of the Company's common shares.

### *Commodity Prices*

Factors beyond the control of the Company may affect the marketability and price of minerals discovered, if any. Commodity and metal prices have fluctuated widely in recent years and months and are affected by numerous factors beyond the control of the Company, including international, economic and political trends, market intervention by state actors, expectations of inflation, currency exchange fluctuations, interest rates, global or regional consumptive

## MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

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patterns, speculative activities and increased production due to new extraction developments and improved extraction and production methods. The effect of these factors cannot be accurately predicted. Periods of depressed metal prices may negatively affect the ability of the Company to obtain required financing, and have a material adverse effect on the Company.

### *Foreign Operations*

The Company's principal assets are located in Mexico and the Company's operations are therefore subject to Mexican federal and state laws and regulations. The risks normally associated with the conduct of business in foreign countries include various levels of political, regulatory, economic, social and other risks and uncertainties. Such risks may include, but are not limited to: local economic instability, high rates of inflation, emerging resource nationalism, restrictions on foreign ownership and activities, expropriation and nationalization, renegotiation or nullification of existing concessions, licenses, permits and contracts, limitations on repatriation of earnings or other currency controls, limitations on commodity exports, labour unrest, invalidation of governmental orders and permits, corruption, sovereign risk, war (including neighbouring states), military repression, civil disturbances, terrorist activity, hostage taking, unanticipated changes in laws or policies, the failure of foreign parties to honour contractual relations, foreign taxation, delays or inability to obtain necessary governmental permits, and opposition to mining from environmental or other non-governmental organizations.

The Company believes the attitude of the current Mexican government toward mineral resource development activities and foreign investment to be favourable, however, any deterioration in economic conditions or other factors could result in a change in government policies at either the national or state level. In addition, no assurance can be given that new rules and regulations will not be enacted or that existing laws, rules and regulations will not be applied in a manner which could limit or curtail the Company's activities.

Mexico's legal and regulatory requirements in connection with companies conducting mineral exploration and mining activities, banking system and controls as well as local business culture and practices are, in particular, different from those in Canada. While the Company believes its exploration and development activities are currently carried out in material compliance with all applicable rules and regulations, the officers and directors of the Company must rely, to a great extent, on the Company's Mexican legal counsel and local consultants retained by the Company in order to keep abreast of material legal, regulatory and governmental developments as they pertain to and affect the Company's operations. The Company also relies, to some extent, on those members of management and directors of the Company who have previous experience working and conducting business in Mexico in order to enhance its understanding of and appreciation for the local business culture and practices in Mexico. Any developments or changes in such legal, regulatory or governmental requirements or in local business practices in Mexico are beyond the control of the Company and may adversely affect its business.

### *Limited Market for Securities*

The Common Shares are currently listed on the TSXV, however there can be no assurance that an active and liquid market for the Common Shares will be maintained and an investor may find it difficult to resell securities of the Company.

### *Conflicts of Interest*

Certain directors and officers of the Company are or may become associated with other mineral resource exploration companies which may give rise to conflicts of interest. In accordance with applicable Canadian corporate law, directors who have a material interest in any person who is a party to a material contract or a proposed material contract with the Company are required, subject to certain exceptions, to disclose that interest and generally abstain from voting on any resolution to approve the contract. In addition, the directors and the officers are required to act honestly and in good faith with a view to the best interests of the Company. Certain of the directors and officers of the Company have either other full-time employment or other business or time restrictions placed on them and, accordingly, the Company will not be the only business enterprise of these directors and officers.

## MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

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### *Competition*

The Company will compete with many exploration companies that may have substantially greater financial and technical resources than the Company, as well as, for the recruitment and retention of qualified personnel.

### *Reliance on Key Individuals*

The Company's success depends to a certain degree upon certain key members of the management. It is expected that these individuals will be a significant factor in its growth and success. The loss of the service of members of the management and certain key employees could have a material adverse effect on the Company.

### *Infrastructure*

Mineral resource development and exploration activities depend on adequate infrastructure. Reliable roads, bridges, power sources and water supply are important requirements, which affect capital and operating costs. Unusual or infrequent weather, phenomena, sabotage, government or other interference in the maintenance or provision of such infrastructure could have a material adverse impact on the Company and its operations.

### *Litigation*

Defense and settlement costs of legal claims can be substantial, even with respect to claims that have no merit. At any time, the Company is subject to the threat of litigation and may be involved in disputes with other parties in the future which may result in litigation or other proceedings. The results of litigation or any other proceedings cannot be predicted with certainty. If the Company is unable to resolve these disputes favourably, it could have a material adverse effect on the Company and its financial position, operations or development.

### *Safety and Security*

The Company's property interests are located in the central portion of the Sierra Madre Occidental province, Mexico. Criminal activities in the region, or the perception that activities are likely, may disrupt the Company's operations, hamper the Company's ability to hire and keep qualified personnel and impair the Company's access to sources of capital. Risks associated with conducting business in the region include risks related to personnel safety and asset security. Risks may include, but are not limited to: kidnappings of employees and contractors, exposure of employees and contractors to local crime related activity and disturbances, exposure of employees and contractors to drug trade activity, and damage or theft of the Company's or personal assets. These risks may result in serious adverse consequences including personal injuries or death, property damage or theft, limiting or disrupting operations, restricting the movement of funds, impairing contractual rights and causing the Company to shut down operations, all of which may expose the Company to costs as well as potential liability. Such events could have a material adverse impact on the Company and make it more difficult for the Company to obtain required financing. Although the Company actively attempts to mitigate such risks, there is no assurance that the Company's efforts will be effective in safeguarding personnel and the Company's property effectively.

### *COVID-19*

On March 11, 2020, the World Health Organization declared a pandemic following the emergence and rapid spread of a novel strain of coronavirus ("COVID-19"). The Company's business could be adversely affected by the effects of the continued spread of COVID-19. Since early March 2020, significant measures have been implemented in Canada, Mexico, and the rest of the world by governmental authorities in response to COVID-19. The Company cannot accurately predict the impact COVID-19 will have on the ability of third parties to meet their obligations with the Company, including due to uncertainties relating to the ultimate geographic spread of the virus, the severity of the disease, the duration of the outbreak, and the length of travel and quarantine restrictions imposed by governments of affected countries. In particular, the continued spread of the COVID-19 globally could materially and adversely impact the Company's business including without limitation, employee health, limitations on travel, the availability of

MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

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industry experts and personnel, restrictions on planned drill and exploration programs, and other factors that depend on future developments beyond the Company's control. In addition, COVID-19 has resulted in a widespread health crisis that has adversely affected the economies and financial markets of many countries, including Canada and Mexico, resulting in an economic downturn that may negatively impact the Company's financial position, financial performance, cash flows and its ability to raise capital.

Following the completion of the May 2020 private placement financing, and the Mexican Health Ministry's decree which included mining as an essential service effective June 1, 2020, the Company implemented strict COVID-19 protocols to enable the recommencement of exploration activities. Onsite accommodations and sanitation were constructed or improved to meet the higher standards of safety and medical services on site were improved, including mandatory COVID-19 testing of all persons entering the camp. The Company has created a remote isolated camp to minimize physical contact with surrounding communities. While the impact of COVID-19 is expected to be temporary, the current circumstances are dynamic and the impacts of COVID-19 on the Company's exploration activities cannot be reasonably estimated at this time. The recent increase in COVID-19 cases globally may impact the Company's operations due to additional government mandated shutdowns or closures.

**Other Information**

Additional information regarding the Company is available on SEDAR at [www.sedar.com](http://www.sedar.com).